

Governmental Operations

Public Disclosure Commission

Under Chapter 401, Laws of 1999 (E2SSB 5931), the Commission is required to offer electronic filing capabilities to political action committees and lobbyists. The sum of \$674,000 is provided for the development and maintenance of an electronic filing system.

Office of the Attorney General

The sum of \$462,000 is provided for the defense of Initiative 695, which repealed the Motor Vehicle Excise Tax. A three-person team will address lawsuits filed challenging the legality of the Initiative.

Funding in the amount of \$100,000 is provided for an additional staff person in the Criminal Justice division to handle privacy and law enforcement issues relating to the Internet and electronic commerce.

Department of Community, Trade, and Economic Development

A total of \$250,000 is provided to develop the state's proposal for the Lockheed Martin's VentureStar project. The VentureStar project will feature a reusable space vehicle for international space station development and other space technology activities. The state's proposed site is at Moses Lake.

Over \$950,000 is provided for additional grants in the Community Services Facilities Program. Projects that will be supported by this funding include the Multiservice Center of North and East King County; the Metropolitan Development Council in Tacoma; Children Northwest in Vancouver; Community Action Council in Lewis, Mason, and Thurston Counties; and Friends of Youth in Duvall.

Office of Financial Management

A total of \$614,000 is provided to improve contracting practices in state agencies. To provide better access to information on social service contracts, \$329,000 is authorized for a centralized contract database. For improved oversight of personal service and client service contracts, \$285,000 is to be used to fund the development of guidelines and training for agency staff.

Office of the Insurance Commissioner

Increased authority of almost \$500,000 is provided to the Office to implement provisions of two pieces of legislation passed to provide health care consumers a bill of rights and to strengthen the individual health care market. Funds will allow the Office to conduct rulemaking, collect fees, and provide for independent review processes.

Utilities and Transportation Commission

Chapter 191, Laws of 2000, Partial Veto (E2SHB 2420 – Pipeline Safety), creates a state pipeline safety program. The sum of \$800,000 is provided for the Commission to implement the program, which includes components for a statewide geographic information system that maps hazardous pipelines and for prevention of third-party damage to lines. Funding is provided to begin inspecting hazardous liquid pipelines and to develop rules related to safety and leak detection.

Military Department

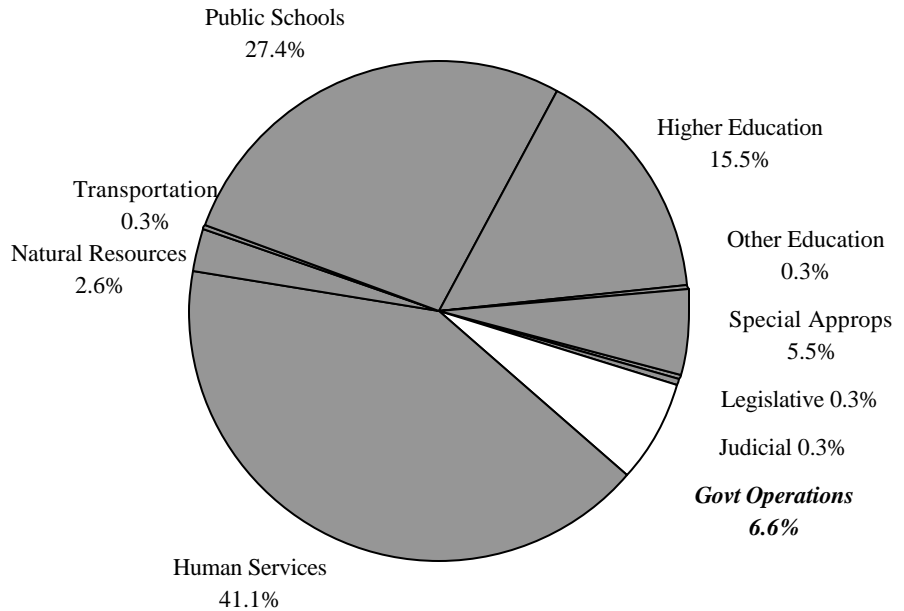
Over \$3 million is authorized to complete enhanced 911 centers across the state. The Department will contract with counties to build and equip the enhanced centers.

1999-01 Washington State Operating Budget

Total Budgeted Funds

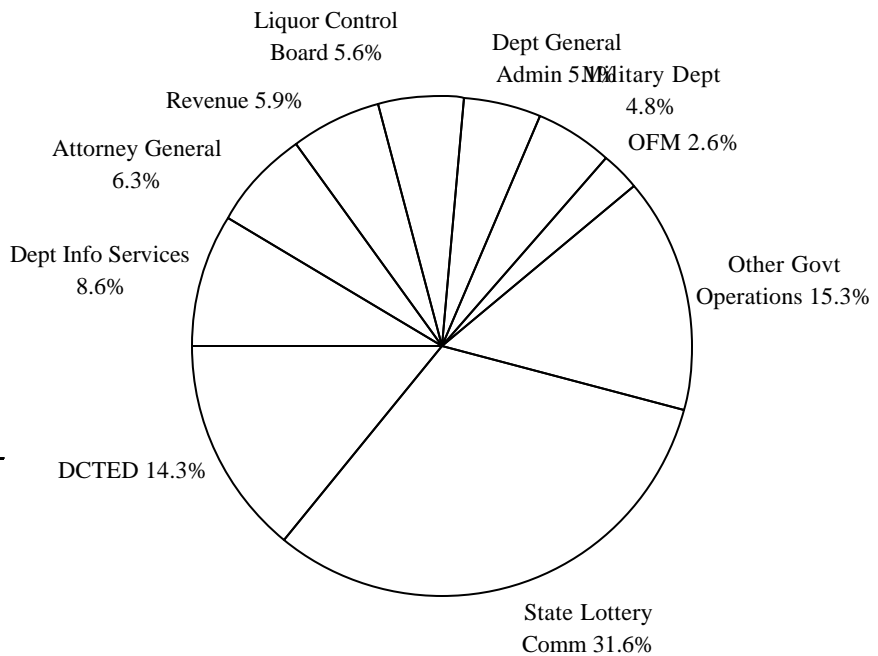
(Dollars in Thousands)

Legislative	124,815
Judicial	123,118
Governmental Operations	2,518,891
Human Services	15,566,757
Natural Resources	997,655
Transportation	110,297
Public Schools	10,398,399
Higher Education	5,875,347
Other Education	101,506
Special Appropriations	2,100,858
Statewide Total	37,917,643



Washington State

Lottery Commission	796,297
Comm/Trade/Econ Dev	360,061
Dept Information Services	216,173
Attorney General	157,459
Department of Revenue	148,086
Liquor Control Board	141,989
Dept General Administration	127,405
Military Department	121,267
Office of Financial Mgmt	64,263
Other Govt Operations	385,891
Governmental Operations	2,518,891



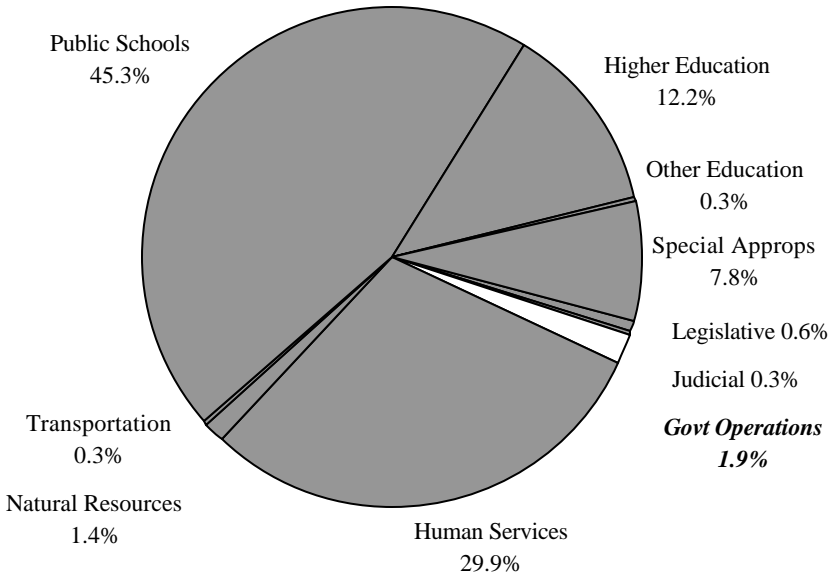
Governmental Operations

1999-01 Washington State Operating Budget

General Fund-State

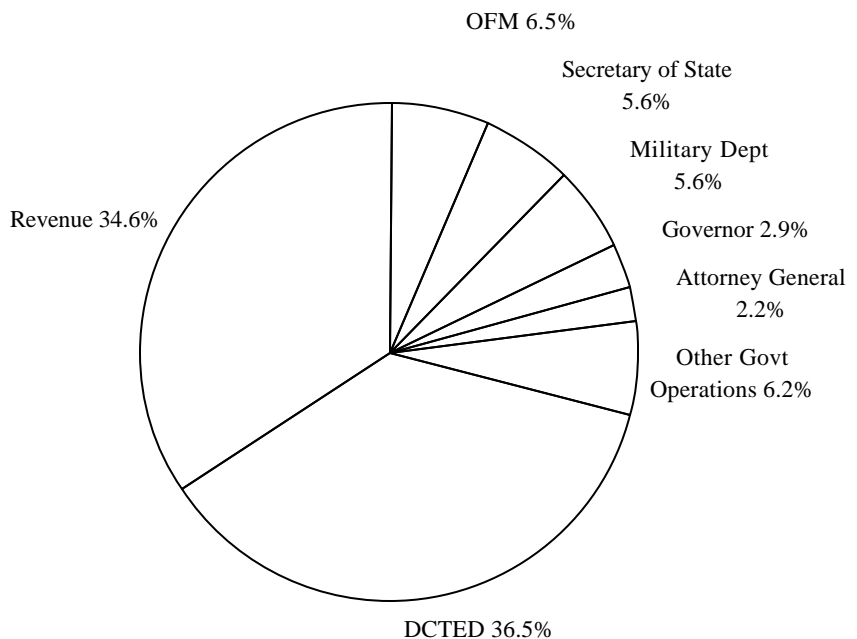
(Dollars in Thousands)

Legislative	117,683
Judicial	66,527
Governmental Operations	398,761
Human Services	6,235,457
Natural Resources	299,174
Transportation	52,823
Public Schools	9,442,945
Higher Education	2,547,801
Other Education	54,521
Special Appropriations	1,634,494
Statewide Total	20,850,186



Washington State

Comm/Trade/Econ Dev	145,442
Department of Revenue	138,169
Office of Financial Mgmt	25,808
Secretary of State	22,442
Military Department	22,233
Office of the Governor	11,482
Attorney General	8,636
Other Govt Operations	24,549
Governmental Operations	398,761



Governmental Operations

Office of the Governor

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	11,482	1,374	12,856
Total Maintenance Changes	0	0	0
Policy Changes			
1. Federal Salmon Recovery Funding	0	-465	-465
2. Medal of Valor - SSB 5408	3	0	3
3. Puget Sound Action Team	-79	0	-79
4. Governor Veto	76	0	76
Total Policy Changes	0	-465	-465
1999-01 Revised Appropriations	11,482	909	12,391
Fiscal Year 2000 Total	5,762	425	6,187
Fiscal Year 2001 Total	5,720	484	6,204

Comments:

- Federal Salmon Recovery Funding** - Funding is reduced because federal funding for salmon recovery efforts is less than the amount assumed in the biennial budget. (General Fund-Federal)
- Medal of Valor - SSB 5408** - Funding is provided to implement Chapter 224, Laws of 2000 (SSB 5408), which establishes the state Medal of Valor.
- Puget Sound Action Team** - Funding is reduced for administration of the Puget Sound Water Quality Plan.
- Governor Veto** - The Governor vetoed Section 109(1), which resulted in the appropriations and provisioned amounts for the Puget Sound Action Team being restored to original budgeted levels as well as the entire change in the General Fund-State FY 2001 appropriation.

Office of the Lieutenant Governor

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	665	160	825
Total Maintenance Changes	0	0	0
Policy Changes			
1. Printing Costs	5	0	5
2. Acting Governor Pay	4	0	4
3. Salary Commission Recommendation	12	0	12
Total Policy Changes	21	0	21
1999-01 Revised Appropriations	686	160	846
Fiscal Year 2000 Total	338	80	418
Fiscal Year 2001 Total	348	80	428

Comments:

- Printing Costs** - Funding is provided to cover higher-than-anticipated demand for the guide "Take a Page From Our Book," which is published by the agency to educate the community about ways to prevent substance abuse and violence.
- Acting Governor Pay** - Funding is provided for increased compensation for the Lieutenant Governor when he acts in the Governor's absence. For each day as acting governor, RCW 43.03.011 mandates compensation of 1/260th of the difference between the Lieutenant Governor's and the Governor's salaries. The Citizens' Commission on Salaries for Elected Officials increased the pay level for the Governor in September 1999 and September 2000.
- Salary Commission Recommendation** - Funding is provided for a salary increase approved by the Citizens' Commission on Salaries for Elected Officials.

Public Disclosure Commission

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	3,220	0	3,220
Total Maintenance Changes	0	0	0
Policy Changes			
1. Implement Electronic Filing Bill	674	0	674
2. Additional Administrative Expenses	27	0	27
Total Policy Changes	701	0	701
1999-01 Revised Appropriations	3,921	0	3,921
Fiscal Year 2000 Total	1,751	0	1,751
Fiscal Year 2001 Total	2,170	0	2,170

Comments:

1. **Implement Electronic Filing Bill** - Additional funding is provided for the Public Disclosure Commission (PDC) to implement the electronic filing requirements for political action committees and lobbyists under Chapter 401, Laws of 1999 (E2SSB 5931).
2. **Additional Administrative Expenses** - The PDC has contracted with the Department of Personnel to conduct a search for a new Executive Director. Funding is also provided to pay for the accumulated unused annual leave of the Executive Director who resigned in August.

Office of the Secretary of State

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	22,434	11,291	33,725
Total Maintenance Changes	0	0	0
Policy Changes			
1. Office of Historic Presv Task Force	0	0	0
2. Archives Security Microfilm Project	0	1,542	1,542
3. Puget Sound Archives - Research	0	88	88
4. Medal of Valor - SSB 5408	8	0	8
Total Policy Changes	8	1,630	1,638
1999-01 Revised Appropriations	22,442	12,921	35,363
Fiscal Year 2000 Total	14,043	5,718	19,761
Fiscal Year 2001 Total	8,399	7,203	15,602

Comments:

- Office of Historic Presv Task Force** - Funding for the Task Force on Archaeology and Historic Preservation is shifted from FY 2000 to FY 2001 to facilitate completion of the Task Force's report by December 31, 2000.
- Archives Security Microfilm Project** - One-time funding and staff are provided to complete emergency restoration of essential local government microfilm records which are deteriorating due to ongoing chemical reactions and which will be otherwise unreadable within a few years. (Archives and Records Management Account-Private/Local)
- Puget Sound Archives - Research** - Ongoing funding is provided to meet increased demand for copies of public records of historical value. (Archives and Records Management Account-State)
- Medal of Valor - SSB 5408** - Funding is provided to implement Chapter 224, Laws of 2000 (SSB 5408), establishing the state Medal of Valor.

Office of the State Treasurer

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	0	13,487	13,487
Total Maintenance Changes	0	0	0
Policy Changes			
1. Debt Management Compliance	0	757	757
Total Policy Changes	0	757	757
1999-01 Revised Appropriations	0	14,244	14,244
Fiscal Year 2000 Total	0	7,484	7,484
Fiscal Year 2001 Total	0	6,760	6,760

Comments:

1. **Debt Management Compliance** - Funding is provided for a compliance review of certain Washington general obligation bonds, and for two FTE staff positions to ensure compliance with IRS regulations, SEC securities laws, and to address the workload associated with Referendum 49, Initiative 695, Stadium and Exhibition Center activity, Housing Trust Fund review/audit, private activity monitoring, and the secondary market disclosure requirements. (State Treasurer's Service Account)

Citizens' Commission on Salaries for Elected Officials

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	150	0	150
Total Maintenance Changes	0	0	0
Policy Changes			
1. Office Operations	35	0	35
2. Unemployment Insurance	10	0	10
Total Policy Changes	45	0	45
1999-01 Revised Appropriations	195	0	195
Fiscal Year 2000 Total	67	0	67
Fiscal Year 2001 Total	128	0	128

Comments:

1. **Office Operations** - Funding is provided for the following: office rent for the remainder of the biennium; increased AFRS and consolidated mail costs; Department of General Administration consulting services; and unexpected commission meeting costs related to litigation. Funding for attorney general and settlement costs associated with recent litigation is provided in a special appropriation to the Governor in a different section of the budget.
2. **Unemployment Insurance** - Funding is provided for unemployment insurance compensation costs for a former employee.

Office of the Attorney General

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	7,795	147,485	155,280
Total Maintenance Changes	0	0	0
Policy Changes			
1. Medicaid Fraud	79	235	314
2. Industrial Insurance Appeals Judges	0	510	510
3. Salary Commission Defense Costs	0	32	32
4. Natural Resources Workload	0	75	75
5. Initiative 695 Defense Costs	462	0	462
6. Electronic Privacy & Enforcement	100	0	100
7. Vulnerable Adults	0	486	486
8. Liquor Tax Authority Enforcement	200	0	200
Total Policy Changes	841	1,338	2,179
1999-01 Revised Appropriations	8,636	148,823	157,459
Fiscal Year 2000 Total	4,079	75,395	79,474
Fiscal Year 2001 Total	4,557	73,428	77,985

Comments:

- Medicaid Fraud** - Funding is provided for an additional assistant attorney general and investigator/analyst in the Medicaid Fraud Control Unit to increase investigatory and prosecutorial capacity. A grant from the federal Office of Inspector General/Health and Human Services provides 75 percent of the funding for this item. (General Fund-State, General Fund-Federal)
- Industrial Insurance Appeals Judges** - Funding is provided for four assistant attorney general (AAG) positions to handle the increased workload generated by five new industrial insurance appeals judges. The additional AAGs will prepare the Department of Labor and Industries for industrial insurance hearings in accordance with the timelines required by law. (Legal Services Revolving Account)
- Salary Commission Defense Costs** - One-time funding authority is provided for legal services relating to the litigation of a lawsuit filed by a citizens' group against the Citizens' Commission on Salaries for Elected Officials. (Legal Services Revolving Account)
- Natural Resources Workload** - Funding is provided for services to the Department of Fish and Wildlife to address federal legislation allowing the agency to expedite its implementation of rules under the Endangered Species Act. (Legal Services Revolving Account)
- Initiative 695 Defense Costs** - Funding is provided retroactive to January 2000 for the establishment of a three-person legal defense team, consisting of a senior assistant attorney general, an assistant attorney general, and a paralegal. The team will address the estimated three to six lawsuits that may be filed to challenge the legality of Initiative 695.
- Electronic Privacy & Enforcement** - Funding is provided for an additional FTE staff position in the Criminal Justice Division of the Attorney General's Office to handle law enforcement and privacy issues relating to the Internet and electronic communications.
- Vulnerable Adults** - Funding is provided to increase attorney general support of several activities related to vulnerable adults. The new staff will perform activities relating to technical assistance for guardianships, financial exploitation cases, protection orders, and assistance to police and prosecutors dealing with vulnerable adults. (Legal Services Revolving Fund)
- Liquor Tax Authority Enforcement** - Funding is provided for costs associated with enforcing state authority on taxation of liquor, with respect to regulation activity conducted by the Confederated Tribes and Bands of the Yakama Nation.

Department of Community, Trade, & Economic Development

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	143,856	196,676	340,532
Total Maintenance Changes	0	-182	-182
Policy Changes			
1. SIRTl Technology Commercialization	425	0	425
2. Community Econ Revitalization Team	200	0	200
3. Dev Disabilities Endowment Fund	284	0	284
4. Office Archaeology & Historic Pres	80	0	80
5. New Business for Rural Washington	250	0	250
6. Federal Authority Adjustment	0	17,700	17,700
7. Film & Video Promotion Account	0	40	40
8. SHB 2460 - Comm Emp Zones	62	0	62
9. Sexual Assault Center Assistance	0	300	300
10. Community Housing for Disabled	0	85	85
11. NEA Millenium Project	5	0	5
12. Transfer to DASA	-173	0	-173
13. Overnight Youth Shelters	100	0	100
14. Community Voice Mail	50	0	50
15. Loghouse Museum	75	0	75
16. EFSEC Study	25	0	25
17. CASA Funding Transfer	-750	0	-750
18. Community Services Facilities Pgm	953	0	953
Total Policy Changes	1,586	18,125	19,711
1999-01 Revised Appropriations	145,442	214,619	360,061
Fiscal Year 2000 Total	73,462	108,948	182,410
Fiscal Year 2001 Total	71,980	105,671	177,651

Comments:

- SIRTl Technology Commercialization** - Funding is provided to continue technology commercialization activities at the Spokane Intercollegiate Research and Technology Institute (SIRTl). Funding is contingent upon the completion and submission of a plan developed by SIRTl and Washington State University (WSU). The plan will identify how SIRTl and WSU will work collaboratively to fulfill the current SIRTl goals and mission; strategies for acquiring non-state resources to reduce the need for state funding for SIRTl activities; and performance measures for evaluating the economic impacts of SIRTl efforts on the Eastern Washington economy.
- Community Econ Revitalization Team** - Second year funding is provided to maintain the Washington Community Economic Revitalization Team, which helps rural communities identify, coordinate, and package state and federal resources to support prioritized local economic development projects. Funding for the interagency agreement with the Governor's Office is eliminated.
- Dev Disabilities Endowment Fund** - Funding is provided to contract for a needs assessment and actuarial analysis to guide planning and decision making for the trust fund, and to carry out rule making, pursuant to Chapter 384, Laws of 1999, Partial Veto (ESSB 5693).
- Office Archaeology & Historic Pres** - Funding is provided to fill a staff position to address workload increases related to federally-mandated reviews of historic and cultural resources at state and federal project sites. This funding assumes the Office will remain at its current location, achieving savings in lease costs.
- New Business for Rural Washington** - Funding is provided to develop Washington State's proposal to Lockheed Martin for the VentureStar project in Moses Lake. VentureStar is a reusable space vehicle designed to support satellite launch and repair, international space station development, and government and scientific research.
- Federal Authority Adjustment** - Federal appropriation authority is increased to reflect the most current projections of federal funds expected to be received and spent during the 1999-2001 biennium. The amounts provided include authority for the Byrne Grant award. (General Fund-Federal)
- Film & Video Promotion Account** - Authority is provided to the Washington State Film Office to promote in-state, on-location production by the film and video industry. (Film and Video Promotion Account)

Department of Community, Trade, & Economic Development

8. **SHB 2460 - Comm Emp Zones** - Funding is provided to implement Chapter 212, Laws of 2000, Partial Veto (SHB 2460), regarding Community Empowerment Zones (CEZs). Funding is provided for an additional FTE staff for the coordination, application, and selection of an additional CEZ-designated area. The evaluation of the program is to be conducted using available tools and methodologies.
9. **Sexual Assault Center Assistance** - Additional state funding is provided to the Office of Crime Victims' Advocacy for distribution to local centers for sexual assault prevention and treatment. (Public Safety and Education Account-State)
10. **Community Housing for Disabled** - Funding is provided to implement the provisions of Chapter 240, Laws of 2000 (EHB 3105 - Apportioning a Sales and Use Tax for Zoos, Aquariums, Wildlife Preserves, and Parks), regarding the operations and maintenance of community-based housing for persons who are mentally ill. (Washington Housing Trust Account-State)
11. **NEA Millenium Project** - Funding is provided to support the Washington State Millenium Project as designated by the National Endowment for the Arts (NEA). The project will feature the design and construction of structures in Yakima, Wapato, Toppenish, and Ellensburg that reflect the diverse populations of the Yakima River corridor. The project is also supported by a federal NEA grant.
12. **Transfer to DASA** - Funding is transferred to the Department of Social and Health Services (DSHS), Division of Alcohol and Substance Abuse (DASA), for services to women who give birth to infants exposed to the non-prescription use of controlled substances and/or to the abuse of alcohol by the mother during pregnancy.
13. **Overnight Youth Shelters** - One-time funding is provided to assist currently-licensed overnight youth shelters in meeting DSHS's licensing requirements. Funds may be used to provide staff, food, beds, or facility maintenance. Shelters are encouraged to seek other sources of funding to maintain service levels within licensing requirements.
14. **Community Voice Mail** - Funding is provided for pilot projects that provide voice mail services to homeless families and individuals. Community agencies with existing programs that serve the homeless may apply for start-up and ongoing service grants. The Department will require grant recipients to collect and submit outcome data to evaluate whether the service is accomplishing the purpose of facilitating employment and housing searches.
15. **Loghouse Museum** - One-time funding is provided to support the Southwest Seattle Historical Society Loghouse Museum.
16. **EFSEC Study** - Funding is provided for a review of current energy siting statutes and the Energy Facility Site Evaluation Council (EFSEC) operations. A task force will submit a report of recommendations to the Legislature by December 1, 2000.
17. **CASA Funding Transfer** - A portion of the funding for the Court Appointed Special Advocate (CASA) program is transferred from the Department to the Office of Administrator for the Courts, effective July 1, 2000.
18. **Community Services Facilities Pgm** - Funds are provided for deposit into the State Building Construction Account for the purpose of expanding grants to currently approved and prioritized projects.

Office of Financial Management

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	24,646	38,455	63,101
Total Maintenance Changes	0	0	0
Policy Changes			
1. WDFW Business System Improvement	200	0	200
2. K12 Regional Cost Differences Study	30	0	30
3. Ferry Capital Program Audit	243	0	243
4. Social Services Contracting Project	329	0	329
5. Health Insurance Task Force	75	0	75
6. Improving State Contracting	285	0	285
Total Policy Changes	1,162	0	1,162
1999-01 Revised Appropriations	25,808	38,455	64,263
Fiscal Year 2000 Total	12,600	12,450	25,050
Fiscal Year 2001 Total	13,208	26,005	39,213

Comments:

- 1. WDFW Business System Improvement** - Funding is provided to continue assistance to the Washington Department of Fish and Wildlife (WDFW) pertaining to business and information systems improvements started in 1998. Funds will be used to continue the network upgrade and the replacement of personal computers.
- 2. K12 Regional Cost Differences Study** - Funding is provided for a review of regional cost differences in public education, including housing costs. The study will include options to mitigate the differences. A report will be submitted to the Legislature by December 15, 2000.
- 3. Ferry Capital Program Audit** - Funding is provided for an audit of the state ferry capital program. The audit will evaluate several areas: whether the ferry system is acquiring, protecting, and using its resources economically and efficiently; the causes of inefficiencies or uneconomical practices; and whether the ferry system has complied with laws and regulations governing economy and efficiency. The audit report is to be completed and delivered to the Governor and the Legislature by January 1, 2001.
- 4. Social Services Contracting Project** - Funding is provided to implement the recommendations of the Task Force on Agency Vendor Contracting Practices regarding a centralized contract database. The database will provide access to information on social service contracting across state agencies.
- 5. Health Insurance Task Force** - Funds are provided, on a one-time basis, for the Task Force on Health Care Reinsurance established by Chapter 79, Laws of 2000 (E2SSB 6067 - Establishing Principles for Affordable Health Insurance Coverage).
- 6. Improving State Contracting** - Funding is provided to improve the oversight and administration of state personal services and client services contracts by developing and publishing state guidelines, providing training to agency personnel, and performing periodic risk-based audits.

Department of Retirement Systems

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	0	45,939	45,939
Total Maintenance Changes	0	254	254
Policy Changes			
1. Implement SHB 2604 (Survivor Opt)	0	293	293
2. Implement ESSB 6530 (Pension Enhan)	0	2,879	2,879
Total Policy Changes	0	3,172	3,172
1999-01 Revised Appropriations	0	49,365	49,365
Fiscal Year 2000 Total	0	24,418	24,418
Fiscal Year 2001 Total	0	24,947	24,947

Comments:

1. **Implement SHB 2604 (Survivor Opt)** - Funding is provided to implement Chapter 186, Laws of 2000 (SHB 2604, Survivor Options). (Department of Retirement Systems [DRS] Expense Account)
2. **Implement ESSB 6530 (Pension Enhan)** - Funding is provided to implement Chapter 247, Laws of 2000 (ESSB 6530 - PERS Plan 3; Early Retirement Enhancements for Plan 2 and Plan 3 Systems). (DRS Expense Account)

Governor's Vetoes:

The Governor vetoed Section 119(11), which would have required DRS, within existing resources, to implement changes to the rules governing post-retirement employment in order to track these activities on an hourly rather than monthly basis.

State Investment Board

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	0	10,519	10,519
Total Maintenance Changes	0	0	0
Policy Changes			
1. Increased Workload	<u>0</u>	<u>618</u>	<u>618</u>
Total Policy Changes	0	618	618
1999-01 Revised Appropriations	0	11,137	11,137
Fiscal Year 2000 Total	0	5,251	5,251
Fiscal Year 2001 Total	0	5,886	5,886

Comments:

- Increased Workload** - The State Investment Board (SIB) is experiencing large workload increases as a result of its implementation of a 1996 asset allocation policy change that expanded the allocation for private equity investments to 15 percent of total retirement trust funds. SIB believes the superior returns available from private equity investments will far exceed the increased costs of supervising and administering those investments. Funding is provided for seven new positions and related additional expenditures. (SIB Expense Account-State)

Department of General Administration

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	558	121,669	122,227
Total Maintenance Changes	343	2,000	2,343
Policy Changes			
1. Electronic Procurement Project	0	3,000	3,000
2. Statewide CTR Program Continuation	0	119	119
3. Air Pollution Account Reduction	0	-284	-284
Total Policy Changes	0	2,835	2,835
1999-01 Revised Appropriations	901	126,504	127,405
Fiscal Year 2000 Total	279	62,347	62,626
Fiscal Year 2001 Total	622	64,157	64,779

Comments:

1. **Electronic Procurement Project** - Funding is provided to replace the Office of State Procurement's (OSP) current mainframe-based contract management system with an Internet-based system. This system will link OSP customers to suppliers and will support order placement, status tracking, and payment via the Internet. (General Administration Services Account-Non-appropriated)
2. **Statewide CTR Program Continuation** - Funding is provided to continue the Commute Trip Reduction (CTR) program for state agencies at a reduced staffing level. (State Capitol Vehicle Parking Account, General Administration Services Account)
3. **Air Pollution Account Reduction** - Passage of Initiative 695 eliminated the funding source for the Air Pollution Control Account. Because the CTR program receives its funding from the account, the program's biennial funding authority is reduced from 24 months to six months. (Air Pollution Control Account)

Department of Information Services

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	0	219,533	219,533
Total Maintenance Changes	0	-3,360	-3,360
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1999-01 Revised Appropriations	0	216,173	216,173
Fiscal Year 2000 Total	0	110,858	110,858
Fiscal Year 2001 Total	0	105,315	105,315
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Comments:

No policy changes were recommended.

State Board of Accountancy

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	0	1,119	1,119
Total Maintenance Changes	0	0	0
Policy Changes			
1. Inform Tech & Communication Upgrade	0	41	41
2. Regulatory Reform	0	58	58
3. Investigation Staffing	0	36	36
Total Policy Changes	0	135	135
1999-01 Revised Appropriations	0	1,254	1,254
Fiscal Year 2000 Total	0	603	603
Fiscal Year 2001 Total	0	651	651

Comments:

1. **Inform Tech & Communication Upgrade** - Funding is provided for system and communication upgrades in support of the agency's growing database, and to ensure improved and secure Internet/intranet communications. (Certified Public Accountants' Account)
2. **Regulatory Reform** - Funding is provided for regulatory reform activities started in January in response to national and international changes in accountancy laws in the past three years. Activities include soliciting feedback from licensees and supporting board member training on changes in the legal structure. (Certified Public Accountants' Account)
3. **Investigation Staffing** - Funding is provided for the transition from contract investigators to a full-time investigator staff position in response to a 30 percent increase in the investigation caseload over the previous biennium. (Certified Public Accountants' Account)

Washington State Liquor Control Board

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	2,577	137,374	139,951
Total Maintenance Changes	0	1,985	1,985
Policy Changes			
1. Liquor Officer Training	0	53	53
2. Liquor Agencies Advisory Committee	0	8	8
3. Governor Veto	0	-8	-8
Total Policy Changes	0	53	53
1999-01 Revised Appropriations	2,577	139,412	141,989
Fiscal Year 2000 Total	1,293	69,678	70,971
Fiscal Year 2001 Total	1,284	69,734	71,018

Comments:

1. **Liquor Officer Training** - Funding is provided for the training of new enforcement officers by the Criminal Justice Training Commission. The Board will reimburse the Commission for the training at the rate of \$8,375 per trainee. The Commission and the Liquor Board will establish a training curriculum that is appropriate for liquor enforcement officers. (Liquor Revolving Account)
2. **Liquor Agencies Advisory Committee** - Funding is provided for the creation of a liquor agencies advisory committee that will meet at least twice a year and whose purpose is to foster communication between the Legislature, the Board, and liquor agencies. By June 30, 2001, the committee will prepare a report to the Legislature on liquor agencies fees and commissions. (Liquor Revolving Account)
3. **Governor Veto** - The Governor vetoed Section 124(6), which would have created a Liquor Agencies Advisory Committee to facilitate communications between the liquor agencies and the Liquor Control Board (LCB) and to evaluate the LCB's liquor agencies' fees and commissions. Because the Governor vetoed the section, the \$8,000 appropriation lapses.

Utilities and Transportation Commission

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	0	26,618	26,618
Total Maintenance Changes	0	0	0
Policy Changes			
1. Fuel Accident Prevention & Response	<u>0</u>	<u>800</u>	<u>800</u>
Total Policy Changes	0	800	800
1999-01 Revised Appropriations	0	27,418	27,418
Fiscal Year 2000 Total	0	13,339	13,339
Fiscal Year 2001 Total	0	14,079	14,079

Comments:

- Fuel Accident Prevention & Response** - Funding is provided to implement Chapter 191, Laws of 2000, Partial Veto (E2SHB 2420 - Pipeline Safety). The Commission will adopt a comprehensive program of pipeline safety, develop curricula for prevention of third-party damage to pipelines, and develop a statewide geographic information system for gas and hazardous liquid pipelines. (Public Service Revolving Fund-State)

NOTE: Amounts shown here reflect only the omnibus appropriations act. The remainder of the Utilities & Transportation Commission's budget is shown in the Transportation Budget Section of this document.

Military Department

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	29,832	152,865	182,697
Total Maintenance Changes	0	0	0
Policy Changes			
1. Disaster Funding Adjustment	-7,704	-57,149	-64,853
2. National Guard Cont Ed Scholarships	50	0	50
3. Readiness Center Adjustment	0	0	0
4. Enhanced 911	0	3,000	3,000
5. Enhanced 911 Advisory Committee	0	16	16
6. Air Guard Maintenance	55	0	55
7. National Guard Activation - WTO	0	302	302
Total Policy Changes	-7,599	-53,831	-61,430
1999-01 Revised Appropriations	22,233	99,034	121,267
Fiscal Year 2000 Total	12,889	77,200	90,089
Fiscal Year 2001 Total	9,344	21,834	31,178

Comments:

- Disaster Funding Adjustment** - Funding is adjusted to reflect updated projections of the costs associated with disaster recovery efforts occurring in the 1999-2001 biennium. The primary reason for the downward adjustment is substantially lower-than-expected costs in the Public Assistance program. (General Fund-State, Disaster Response Account-State, Disaster Response Account-Federal)
- National Guard Cont Ed Scholarships** - Funding is provided to reinstate scholarship funds reduced in the original 1999-2001 budget. The scholarships provide continuing education for National Guard members.
- Readiness Center Adjustment** - In the original 1999-2001 budget, \$3 million in General Fund-State was appropriated to the Military Department in FY 2000 for the design and construction of new facilities in Bremerton, Spokane, and Yakima. The Military Department indicates that they will be able to spend \$2 million of the appropriation on the design of the facilities at Bremerton and Spokane, but will be unable to expend the remaining amount on the Yakima facility in FY 2000. For this reason, \$1 million of the appropriation is moved to FY 2001 for the Yakima facility.
- Enhanced 911** - Contracts to build and equip county enhanced 911 centers begun in the 1997-99 biennium were delayed. Several counties were unable to complete work on the centers during the biennium. Additional appropriation authority is provided to complete the work and enable other system upgrades. (Enhanced 911 Account)
- Enhanced 911 Advisory Committee** - Funding is provided for Chapter 34, Laws of 2000 (SB 6378 - Enhanced 911 Advisory Committee), which continues the Enhanced 911 Advisory Committee. Although enhanced 911 service has been delivered to most of the state for wire-line customers, considerable work and statewide coordination efforts are required to implement wireless enhanced 911 capabilities. (Enhanced 911 Account)
- Air Guard Maintenance** - State funding is provided as match to federal grants for maintenance and repair of new facilities at Camp Murray and Fairchild Air Force Base.
- National Guard Activation - WTO** - The Governor activated the Washington State National Guard in response to civil disturbances associated with the World Trade Organization (WTO) conference in Seattle. Funding is provided for the costs associated with the activation. (Disaster Response Account-State)

State Convention and Trade Center

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	0	29,963	29,963
Total Maintenance Changes	0	0	0
Policy Changes			
1. Expansion Debt Service	<u>0</u>	<u>2,471</u>	<u>2,471</u>
Total Policy Changes	0	2,471	2,471
1999-01 Revised Appropriations	0	32,434	32,434
Fiscal Year 2000 Total	0	15,384	15,384
Fiscal Year 2001 Total	0	17,050	17,050

Comments:

- Expansion Debt Service** - Funds are added to cover projected debt service payments related to the Convention Center's expansion Certificates of Participation (COP) authorized in 1995. The additional funding covers the difference between the current and original payment schedules, which differ because of increases in actual interest rates (\$1.771 million). Funding also provides debt service capacity to make initial payments (\$700,000) on the expansion equipment COP that is being issued earlier than anticipated due to adjustments in the construction schedule.
(State Convention and Trade Center Account)

Caseload Forecast Council

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	810	0	810
Total Maintenance Changes	0	0	0
Policy Changes			
1. Community Supervision Forecast	<u>100</u>	<u>0</u>	<u>100</u>
Total Policy Changes	100	0	100
<hr/>			
1999-01 Revised Appropriations	910	0	910
Fiscal Year 2000 Total	431	0	431
Fiscal Year 2001 Total	479	0	479

Comments:

1. **Community Supervision Forecast** - Funding is provided to implement Chapter 90, Laws of 2000 (HB 2344), which requires the Council to forecast state correctional non-institutional supervision caseloads. Previously, the Department of Corrections had this responsibility.

Municipal Research Council

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	3,588	681	4,269
Total Maintenance Changes	0	0	0
Policy Changes			
1. I-695 Replacement Funding	<u>-1,822</u>	<u>1,699</u>	<u>-123</u>
Total Policy Changes	-1,822	1,699	-123
1999-01 Revised Appropriations	1,766	2,380	4,146
Fiscal Year 2000 Total	1,766	335	2,101
Fiscal Year 2001 Total	0	2,045	2,045

Comments:

- I-695 Replacement Funding** - The Council's funding was eliminated by Initiative 695. Chapter 227, Laws of 2000 (SSB 6357), replaces funding for the Council's services to cities and towns with liquor sales profits that would otherwise have been distributed to towns and cities. (City and Town Research Services Account)

Office of the Insurance Commissioner

(Dollars in Thousands)

	<u>GF-S</u>	<u>Other</u>	<u>Total</u>
1999-01 Original Appropriations	0	25,042	25,042
Total Maintenance Changes	0	0	0
Policy Changes			
1. Patient Bill of Rights	0	167	167
2. E2SSB 6067 - Individual Market	0	320	320
3. Life Insurance Actuaries	0	141	141
Total Policy Changes	0	628	628
1999-01 Revised Appropriations	0	25,670	25,670
Fiscal Year 2000 Total	0	12,987	12,987
Fiscal Year 2001 Total	0	12,683	12,683

Comments:

1. **Patient Bill of Rights** - Funding is provided to implement the Office's responsibilities under Chapter 5, Laws of 2000 (2SSB 6199 - Patient Bill of Rights). (Insurance Commissioner's Regulatory Account)
2. **E2SSB 6067 - Individual Market** - Funding is provided to implement provisions of Chapter 79, Laws of 2000 (E2SSB 6067 - Establishing Principles for Affordable Health Insurance Coverage). (Insurance Commissioner's Regulatory Account)
3. **Life Insurance Actuaries** - Funding is provided for ongoing actuarial support to complete the actuarial portion of the backlog of financial examinations. (Insurance Commissioner's Regulatory Account)

Washington State Gambling Commission

(Dollars in Thousands)

	GF-S	Other	Total
1999-01 Original Appropriations	0	22,658	22,658
Total Maintenance Changes	0	0	0
Policy Changes			
1. Enhanced Card Room Regulation	0	3,035	3,035
2. Tribal Lottery System	0	742	742
3. Nonprofit Coordinator	0	159	159
4. Headquarters Relocation/Lease Costs	0	1,036	1,036
Total Policy Changes	0	4,972	4,972
1999-01 Revised Appropriations	0	27,630	27,630
Fiscal Year 2000 Total	0	13,314	13,314
Fiscal Year 2001 Total	0	14,316	14,316

Comments:

1. **Enhanced Card Room Regulation** - Funding is provided for additional staff to regulate an anticipated increase of between 20 and 30 in the number of house-banked cardrooms currently operating in the state. (Gambling Revolving Account-Non-appropriated)
2. **Tribal Lottery System** - Funding is provided for the testing and approval of electronic gaming systems in tribal casinos. Several tribes entered into compacts with the Governor and the Commission in December 1998 to allow the tribes to have such machines in their casinos, provided that they reimburse the Commission for the costs of regulating the machines. Funding and additional staff will be used to test and monitor the machines' usage and to regularly review resulting financial information. (Gambling Revolving Account-Non-appropriated)
3. **Nonprofit Coordinator** - Funding is provided for an additional staff position to coordinate policy and regulation of nonprofit gambling activities. (Gambling Revolving Account-Non-appropriated)
4. **Headquarters Relocation/Lease Costs** - One-time funding is provided for relocation costs incurred during the Commission's move to a new headquarters building and ongoing funding is provided to cover an increase in the Commission's headquarters lease costs. (Gambling Revolving Account-Non-appropriated)